MEMORANDUM

TO: Commissioners McCarty, Hadley, Landis, Ripley and Ziegner

FROM: Jerry L. Webb, Director of Gas/Water/Sewer Division

DATE: April 22, 2004

RE: Utility Articles for Next Conference

The following Final Articles A, C, D, G, and N are submitted to each of you to acquaint you with the tariffs eligible for action or acceptance on or after April 28, 2004.

"A" Final

The following miscellaneous items will be eligible for final consideration at the next Commission Conference and based on a review of them by staff members of the Commission, I recommend approval.

1. Chimneywood Sewage Works, Inc.

Chimneywood Sewage Works, Inc. is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff to reflect this name change as well as add a late payment fee.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name that was filed with the Indiana Secretary of State's office and the Clark County Recorder's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The Utility's proposed language in its rate schedule for a late payment penalty fee is consistent with 170 IAC 8.5-2-1 but allows for 21 days after mailing before a bill is considered delinquent, in lieu of 17 days:

A sewage disposal bill shall be rendered as a net bill. If the net bill is not paid within twenty-one (21) days after the bill is mailed, it shall become a delinquent bill and a late payment charge may be added in the amount of ten percent (10%) of the first three dollars (\$3.00) and three percent (3%) of the excess of three dollars (\$3.00).

The tariff sheet affected by this filing is Page 1 of 1.

2. Consumers Indiana Water Company (Sewer)

Consumers Indiana Water Company is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations for sewer service to reflect this name change.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name filed with the Indiana Secretary of State's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The sewer tariff sheets affected by this filing are Pages 1 through 5 of 5.

The sewer rules sheets affected by this filing are Pages 1 through 34 of 34.

3. Consumers Indiana Water Company (Water)

Consumers Indiana Water Company is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations for water service to reflect this name change.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name filed with the Indiana Secretary of State's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The water tariff sheets affected by this filing are Pages 1 through 7 of 7.

The water rules sheets affected by this filing are Pages 1 through 40 of 40.

4. <u>Utility Center, Inc. (Sewer)</u>

Utility Center, Inc. is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations for sewer service to reflect this name change as well as updated language in its rules to coincide with current operating practices and Commission rules.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name that was filed with the Indiana Secretary of State's office and the Allen County Recorder's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The tariff sheets affected by this filing are Pages 1 through 4 of 4.

The rules sheets affected by this filing are Pages 1 through 27 of 27.

5. Utility Center, Inc. (Water)

Utility Center, Inc. is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations for water service to reflect this name change as well as updated language in its rules to coincide with current operating practices and Commission rules.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name that was filed with the Indiana Secretary of State's office and the Allen County Recorder's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The water tariff sheets affected by this filing are Pages 1 through 5 of 5.

The water rules sheets affected by this filing are Pages 1 through 24 of 24.

6. Verizon North, Inc.

The utility proposes to modify its FlexGrow® Trunk Service offering in I.U.R.C. Tariff No.T-2. FlexGrow® Trunk Service is an intraexchange, multifunctional, digital service which provides network access between a customer's premises and the local serving office, on a channelized basis (DS0), within a single high capacity (DS1) digital facility. Two configurations are currently offered. Option 1 service is provided by equipment at the telephone company's Central Office and Option 2 service is provided by equipment at the customer's premises.

The utility proposes to add two optional connection speeds, 512 and 768 kilobits per second (Kbps), to the Dedicated Access service component for Options 1 and 2. The utility also proposes to introduce an option to order Direct Inward Dialing ("DID") in groups or blocks of 25 numbers for both Options 1 and 2. Currently, DID is available only in 100 number blocks.

The utility proposes to eliminate the non-recurring Line Connection Charges for FlexGrow® Trunk Service and to apply a "per order" non-recurring charge of \$ 150 for moves, additions, or changes ordered at the same time.

Reductions are proposed to the monthly recurring charges depending on the term of the agreement and the type of services activated.

Mandhille Daniumina Charana

The utility proposes the following rates:

Navy Camilana

New Services	Monthly Recurring Ch	arge	<u>es</u>
Dedicated Access			
512 Kbps	Option 1	\$ 30	0.00
	Option 2	\$ 4	5.00
768 Kbps	Option 1		5.00
	Option 2	\$ 50	0.00
DID Number Blocks of 25			
For Options 1 and 2		\$ 10	0.00
Modified Rates for	Old	Nev	N
Existing Service	Monthly Recur		_
Exicuring Convince	ivioritiny recoun	<u>g</u>	Onargoo
12 month DS1 Capacity,			
Per DS1 – Option 1	\$245.00	\$22	25.00
Per DS1 – Option 2	\$330.00	\$30	00.00
36 month DS1 Capacity,			
Per DS1 - Option 1	\$200.00	\$18	30.00
Per DS1 – Option 2	\$300.00	\$27	7 5.00
60 month DS1 Capacity			
Per DS1 – Option 2 (Only \$275.00	\$26	0.00
Digital Data Service			
Option 1 2.4 to 64 Kb _l	os \$ 5.00	\$	3.00
Option 2 2.4 to 64 Kb _l	os \$ 20.00	\$	3.00
Dedicated Access	4 - 00	•	
Option 1 56/64 Kbps	\$ 5.00		3.00
Option 2 56/64 Kbps	\$ 20.00	\$	3.00

Non-recurring charges do not apply to the services listed above.

The utility estimates that net revenues for the first year of service increase by \$2,200 based on more customers subscribing to the services at lower rates. Cost support was reviewed by staff.

The tariff pages affected by this filing are:

I.U.R.C. Tariff No. T-2, Section 10, Sheets 159, 160, 161, 162.

7. Verizon North Inc.

The utility proposes to make several changes to its Integrated Services Digital Network (ISDN) Primary Rate Interface (PRI) services. The utility proposes to remove the ISDN PRI Out of Calling Scope service rate, discontinue fractional DS1 ISDN, and to modify ISDN PRI to permit use of alternative high capacity digital facilities. The utility proposes to add four new Term and Volume Plans and two new Optional PRI features.

Out of Calling Scope (OOCS) service permits customers to subscribe to ISDN PRI service from a distant central office exchange, known as Foreign Exchange (FX), instead of the central office exchange that normally provides local service. The utility proposes to standardize this service by eliminating the OOCS service rate and charging the lesser rate for standard ISDN PRI service and the Foreign Exchange rate currently listed in the utility's tariff.

The utility proposes to remove the fractional DS1 ISDN feature.

The utility proposes to permit ISDN PRI customers to utilize compatible, alternative high capacity digital facilities, including fiber rings, in lieu of subscribing to the standard ISDN PRI facility.

The utility proposes to introduce four new Term and Volume Plans (TVP). The TVP are named Flat Rate with DS1 Facility, Flat Rate without DS1 facility, Measured Rate with DS1 facility and Measured Rate without DS1 facility. Each TVP has the choice of three packages. The three packages are based on the volume of PRIs ordered. These plans will be available on a two- or three-year term commitment basis. Non-recurring charges do not apply to the initial installation of a TVP.

The utility proposes to introduce two new optional features. The first new optional feature is Calling Line Identification with Name. Calling Line Identification with Name allows the network to pass the caller's name and line number identification. Calling Line Identification with Name is available on a month-to-month basis or on a 1-, 2-, 3-, or 5-year term commitment basis. Non-recurring charges will not apply for Calling Line Identification with Name service if ordered with the initial ISDN PRI installation. The second new optional feature is Tie Channel Service. Tie Channel Service provides intercom capability between ISDN PRI arrangements and CentraNet systems within the same customer network.

The following rates are proposed:

2-Year Term* Commitment	3-Year Term * Commitment
\$ 830.00	\$ 780.00
•	\$ 760.00
\$ 750.00	\$ 725.00
\$ 680.00	\$ 640.00
\$ 660.00	\$ 620.00
\$ 635.00	\$ 605.00
\$ 560.00	\$ 500.00
\$ 520.00	\$ 475.00
\$ 480.00	\$ 450.00
\$ 430.00	\$ 370.00
\$ 390.00	\$ 345.00
\$ 350.00	\$ 320.00
	Commitment \$ 830.00 \$ 780.00 \$ 750.00 \$ 680.00 \$ 660.00 \$ 635.00 \$ 560.00 \$ 520.00 \$ 480.00 \$ 430.00 \$ 390.00

^{*}Non-recurring charges do not apply to the initial installation of a Term and Volume Plan.

Optional features	Monthly Recurring Charge	Non-Recurring <u>Charge</u>
Calling Line Identification with Name		
Month to Month	\$ 85.00	\$ 0.00
1-Year Term Commitment	\$ 75.00	\$ 0.00
2- or 3- Year Term Commitmen	nt \$ 70.00	\$ 0.00
5- Year Term Commitment	\$ 65.00	\$ 0.00
Tie Channel	\$200.00	\$ 0.00

The utility anticipates first year revenue of \$179,749.00. Cost support has been reviewed by staff.

The tariff sheets affected by this filing are:

I.U.R.C. No. T-2, Section X, Sheets 157 – 158.1.

I.U.R.C. No. T-5, Section II, Sheets 14.2 & 15.

8. Wildwood Shores Utility Corporation

Wildwood Shores Utility Corporation is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations to reflect this name change.

The Utility is also requesting approval to revise its tariffs and rules to move specific nonrecurring charges from its rules to its tariff and update language for state agency name changes. In addition, the Utility is requesting to include a late payment penalty fee consistent with 170 IAC 8.5-2-1, but allowing for 21 days after mailing for a bill to become delinquent, in lieu of 17 days:

A sewage disposal bill shall be rendered as a net bill. If the net bill is not paid within twenty-one (21) days after the bill is mailed, it shall become a delinquent bill and a late payment charge may be added in the amount of ten percent (10%) of the first three dollars (\$3.00) and three percent (3%) of the excess of three dollars (\$3.00).

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name that was filed with the Indiana Secretary of State's office and the Clark County Recorder's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The tariff sheet affected by this filing is Page 1 of 1.

The rules sheets affected by this filing are Pages 1 through 10 of 10.

9. Wymberley Sanitary Works, Inc.

Wymberley Sanitary Works, Inc. is operating under the assumed name of Aqua Indiana, Inc. effective January 16, 2004 and requests to modify its tariff and rules and regulations to reflect this name change as well as updated language in its rules to coincide with the Commission's rules.

In support of its filing, the Utility has submitted a Certificate of Assumed Business Name with the Indiana Secretary of State's office and the Clark County Recorder's office. The Utility states it will notify its customers with billing inserts and that this name change will in no way affect the service provided to its customers.

The Utility's proposed language in its rate schedules and rules for a late payment penalty fee is consistent with 170 IAC 8.5-2-1 but allows for 21 days after mailing before a bill is considered delinquent, in lieu of 17 days:

A sewage disposal bill shall be rendered as a net bill. If the net bill is not paid within twenty-one (21) days after the bill is mailed, it shall become a delinquent bill and a late payment charge may be added in the amount of ten percent (10%) of the first three dollars (\$3.00) and three percent (3%) of the excess of three dollars (\$3.00).

The proposed language for deposits is consistent with 170 IAC 8.5-2-3.

The tariff sheets affected by this filing are Pages 1 and 2 of 2.

The rules sheets affected by this filing are Pages 1 through 4 of 4.

"C" Finals

In order to maintain parity and be in compliance with the Commission's Final Order in Cause No. 39369 issued June 2, 1993, the following local exchange carriers have filed intrastate access parity tariffs mirroring their respective interstate equivalent. The requirements prescribed for these filings in Commission Order No. 39369 have been carried out and I recommend approval.

Federal Communications Commission

<u>ltem</u>	Local Exchange Carrier	Transmittal <u>Number</u>	File <u>Date</u>	Effective <u>Date</u>
1.	Communications Corp of Ind.	1018	03-17-04	04-01-04
2.	Communications Corp of Ind.	1019	03-17-04	04-01-04
3.	Communications Corp of Ind.	1020	03-17-04	04-01-04
4.	Frontier Comms of Thorntown	77	03-31-04	04-15-04

"D" Final

A revision to the purchased power cost tracker for electric utilities has been reviewed by staff members of the Commission and found to be in compliance with the orders of the Commission. The requirements prescribed for these filings in Commission Order No. 34614 have been met and I recommend approval.

<u>Item</u>	<u>Utility</u>	Purchased Power Cost Tracker (\$/kWh)	Change (\$/kWh)	Filing No.
1.	Northeastern (other than EDR)	0.007926	0.007926	040428N
1A.	Northeastern (EDR)	0.004097	0.004097	040428N

New purchased power cost tracker rates are being applied for pursuant to Wabash Valley Power Association's rate case, Cause No. 42458. An order granting a rate increase was issued on March 17, 2004.

"G" Final

Revisions to the Fuel Cost Adjustment factor have been reviewed by staff members of the Commission and found to be in compliance with the orders of the Commission. The requirements prescribed for these filings in Commission Order No. 35687 have been met and I recommend approval.

<u>Item</u>	<u>Utility</u>	<u>Change</u>	Filing Number
1.	Knightstown	Decrease	87-04-05
2.	South Whitley	Increase	109-04-05

"N" Final

Revisions to the Fuel Cost Adjustment factor and the Non-Fuel Cost Adjustment factor for the Wabash Valley Power Association member systems have been reviewed by staff members of the Commission and found to be in compliance with the orders of the Commission. The requirements prescribed for these filings in Commission Order Nos. 35687 and 41283 have been met and I recommend approval.

<u>Item</u>	<u>Utility</u>	Fuel Factor (<u>\$/kWh)</u>	Change (<u>\$/kWh)</u>	Non-Fuel Factor (<u>\$/kWh)</u>	Change (<u>\$/kWh)</u>	Filing <u>Number</u>
1.	Marshall County	(0.001772)	(0.009098)*	0.001023	0.001814*	68 04 02MJ**
2.	Northeastern	(0.001704)	(0.008750)*	0.000984	0.001744*	88 04 02MJ**

- * The change in fuel and non-fuel factors will not affect Marshall and Northeastern's overall charges for May and June 2004. WVPA, Marshall and Northeastern's power supplier, recently had new rates and charges approved by the Commission in Cause No. 42458. New fuel and non-fuel base rates necessarily changed the fuel and non-fuel factors.
- ** The fuel and non-fuel factors applied for herein, will be effective for May and June 2004 only, hence the MJ addition to the filing number.

Please indicate your consideration and acprovided below.	ction of all the preceding items on the appropriate lines
	Jerry L. Webb Director of Gas/Water/Sewer Division
I approve of all items as presented above	:
I approve of all items as presented above	except:
Notice of the first of the first first	
Not participating in the following items:	
I,	. Disapprove Items
No.	, =
I,	, Wish to Defer Items
No.	
I hereby certify that the above is a true ar	nd correct copy of the action on the articles.
Nancy E. Manley, Executive Secretary	